

Memorandum to the File

On February 21, 2007 Conrad Hewitt, Chief Accountant, and Julie Erhardt, Deputy Chief Accountant, participated in a 90 minute dialogue session during the meeting of the Audit Committee Leadership Summit of Tapestry Networks, Inc.

The purpose of the dialogue was to discuss the future of financial reporting, including issues that are currently shaping the roles of an audit committee chair.

The dialogue was held with the members of both Tapestry's North American and European Audit Committee Leadership Networks who were in attendance. These are individuals who currently hold the role of Audit Committee Chair for public companies.

One subject discussed during the dialogue was internal control reporting, and in particular the requirements in the US capital markets under Section 404 of the Sarbanes-Oxley Act.

Mr. Hewitt responded to questions from network members about the goals for and status of the SEC's and PCAOB's current reconsiderations of their existing requirements with respect to internal control reporting. On another point, he noted the common situational differences between smaller and larger companies, for example, the functioning of an internal audit department.